

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02060A
Cordes Lakes Water Company
PO Box 219
Tempe, AZ 85280

RECEIVED

MAR 21 2006

Arizona Corporation Commission
Director of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
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FOR COMMISSION USE

ANN04	05
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entered
3-22-06 RF

COMPANY INFORMATION

Company Name (Business Name) <u>CORDES LAKES WATER</u>			
Mailing Address <u>P.O. Box 219</u>			
<u>TEMPE</u> (City)		<u>AZ</u> (State)	<u>85280</u> (Zip)
<u>480-966-5804</u> Telephone No. (Include Area Code)	<u>480-967-7857</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			
Local Office Mailing Address <u>SAME</u>			
 (City)		 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			

MANAGEMENT INFORMATION

Management Contact: _____			
 (Name)		 (Title)	
 (Street)	 (City)	 (State)	 (Zip)
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			
On Site Manager: <u>DON ROSS</u>			
 (Name)			
<u>PO Box 219</u> (Street)	<u>TEMPE</u> (City)	<u>AZ</u> (State)	<u>85280</u> (Zip)
<u>480-966-5804</u> Telephone No. (Include Area Code)	<u>480-967-7857</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: HEIL FOLKMAN
(Name)

2501 E. PASE VERDE P44 AZ 85016
(Street) (City) (State) (Zip)

480-966-5804 480-967-7857
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: _____
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME *CORDES LAKES WATER COMPANY*

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	<i>695</i>	<i>0</i>	<i>695</i>
304	Structures and Improvements	<i>17,846</i>	<i>14,771</i>	<i>3,075</i>
307	Wells and Springs	<i>115,718</i>	<i>61,643</i>	<i>54,075</i>
311	Pumping Equipment	<i>109,753</i>	<i>63,200</i>	<i>46,553</i>
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	<i>273,572</i>	<i>158,835</i>	<i>114,737</i>
331	Transmission and Distribution Mains	<i>617,319</i>	<i>605,564</i>	<i>11,756</i>
333	Services			
334	Meters and Meter Installations	<i>191,784</i>	<i>114,757</i>	<i>77,027</i>
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	<i>42,747</i>	<i>6,138</i>	<i>36,609</i>
340	Office Furniture and Equipment	<i>11,767</i>	<i>2,181</i>	<i>9,586</i>
341	Transportation Equipment	<i>51,446</i>	<i>11,676</i>	<i>39,770</i>
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	<i>1,432,647</i>	<i>1,038,765</i>	<i>393,882</i>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME *CORDES LAKES WATER COMPANY*

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	<i>695</i>	<i>0</i>	<i>0</i>
304	Structures and Improvements	<i>17,846</i>	<i>5</i>	<i>892</i>
307	Wells and Springs	<i>115,718</i>	<i>5</i>	<i>5,786</i>
311	Pumping Equipment	<i>109,753</i>	<i>5</i>	<i>5,488</i>
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	<i>273,572</i>	<i>5</i>	<i>13,173</i>
331	Transmission and Distribution Mains	<i>617,319</i>	<i>5</i>	<i>843</i>
333	Services			
334	Meters and Meter Installations	<i>191,784</i>	<i>5</i>	<i>9,589</i>
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	<i>42,747</i>	<i>5</i>	<i>2,137</i>
340	Office Furniture and Equipment	<i>11,767</i>	<i>5</i>	<i>588</i>
341	Transportation Equipment	<i>51,446</i>	<i>5</i>	<i>2,572</i>
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	<i>1,432,647</i>		<i>41,069</i>

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME *CORDES LAKES WATER COMPANY*

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ <i>58,715</i>	\$ <i>74,471</i>
134	Working Funds		
135	Temporary Cash Investments	<i>90,941</i>	<i>64,216</i>
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ <i>149,655</i>	\$ <i>138,687</i>
	FIXED ASSETS		
101	Utility Plant in Service	\$ <i>1,418,801</i>	\$ <i>1,432,647</i>
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<i>997,697</i>	<i>1,038,765</i>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ <i>421,104</i>	\$ <i>393,882</i>
	TOTAL ASSETS	\$ <i>570,760</i>	\$ <i>532,569</i>

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME *CORDES LAKES WATER COMPANY*

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 30,753	\$ 10,645
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	100,596	72,575
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 131,349	\$ 83,220
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 100,000	\$ 100,000
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	339,411	349,349
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$	\$
	TOTAL LIABILITIES AND CAPITAL	\$ 570,760	\$ 532,569

COMPANY NAME *CORDES LAKES WATER COMPANY*

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ <i>1,375,850</i>	\$ <i>374,525</i>
460	Unmetered Water Revenue		
474	Other Water Revenues	<i>70,102</i>	
	TOTAL REVENUES	\$ <i>1,445,952</i>	\$ <i>374,525</i>
	OPERATING EXPENSES		
601	Salaries and Wages	\$ <i>565,093</i>	\$ <i>173,208</i>
610	Purchased Water		
615	Purchased Power	<i>129,816</i>	<i>24,245</i>
618	Chemicals	<i>7,896</i>	
620	Repairs and Maintenance	<i>33,360</i>	<i>10,810</i>
621	Office Supplies and Expense	<i>68,784</i>	<i>18,130</i>
630	Outside Services	<i>261,818</i>	<i>30,902</i>
635	Water Testing	<i>9,574</i>	<i>5,780</i>
641	Rents	<i>62,350</i>	<i>28,700</i>
650	Transportation Expenses	<i>14,895</i>	<i>13,257</i>
657	Insurance – General Liability	<i>18,821</i>	<i>18,500</i>
659	Insurance - Health and Life	<i>53,521</i>	<i>22,155</i>
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	<i>18,413</i>	<i>16,034</i>
403	Depreciation Expense	<i>40,372</i>	<i>41,069</i>
408	Taxes Other Than Income	<i>101,884</i>	<i>40,975</i>
408.11	Property Taxes	<i>68,651</i>	<i>20,472</i>
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ <i>1,455,288</i>	\$ <i>464,237</i>
	OPERATING INCOME/(LOSS)	\$ <i><21,286></i>	\$ <i><89,712></i>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ <i>16,395</i>	\$ <i>3,978</i>
421	Non-Utility Income		<i>95,672</i>
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	<i><19,649></i>	
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$ <i>99,650</i>
	NET INCOME/(LOSS)	\$ <i><24,539></i>	\$ <i>9,938</i>

COMPANY NAME CORDES LAKES WATER COMPANY

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 65,031

Meter Deposits Refunded During the Test Year

\$ 8,250

COMPANY NAME *CORDES LAKES WATER COMPANY*

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>55-690346</i>	<i>7 1/2</i>	<i>214</i>	<i>404</i>	<i>14</i>	<i>3</i>	<i>1972</i>
<i>55-518196</i>	<i>7 1/2</i>	<i>200</i>	<i>500</i>	<i>8</i>	<i>3</i>	
<i>55-609234</i>	<i>2</i>	<i>50</i>	<i>555</i>	<i>6</i>	<i>3</i>	
<i>55-609347</i>	<i>7 1/2</i>	<i>215</i>	<i>500</i>	<i>12</i>	<i>3</i>	
<i>55-565855</i>	<i>7 1/2</i>	<i>310</i>	<i>343</i>	<i>10</i>	<i>3</i>	

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>7 1/2</i>	<i>8</i>	<i>0</i>	
<i>5</i>	<i>5</i>		
<i>10</i>	<i>2</i>		
<i>2 1/2</i>	<i>1</i>		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>45,000</i>	<i>2</i>	<i>5,000</i>	<i>4</i>
<i>30,000</i>	<i>2</i>	<i>3,000</i>	<i>1</i>
<i>16,000</i>	<i>1</i>		
<i>100,000</i>	<i>1</i>		

COMPANY NAME CORDES LAKES WATER COMPANY

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	168,100
5		
6	PVC	232,200
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	1,360
1	5
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	
TURBO 3	6

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

EMERGENCY CHLORINATORS MOST WELLS

STRUCTURES:

PUMP HOUSES - CONCRETE BLOCK OR WOOD
AT EACH WELL SITE.

OTHER:

COMPANY NAME: *CORDES LAKES WATER COMPANY*

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	<i>1231</i>	<i>4162</i>	<i>5,667</i>
FEBRUARY	<i>1230</i>	<i>3931</i>	<i>4,996</i>
MARCH	<i>1236</i>	<i>3625</i>	<i>5,595</i>
APRIL	<i>1236</i>	<i>5482</i>	<i>6,501</i>
MAY	<i>1238</i>	<i>5836</i>	<i>8,738</i>
JUNE	<i>1241</i>	<i>8718</i>	<i>10,322</i>
JULY	<i>1248</i>	<i>8898</i>	<i>11,168</i>
AUGUST	<i>1246</i>	<i>5646</i>	<i>7,927</i>
SEPTEMBER	<i>1254</i>	<i>6809</i>	<i>8,364</i>
OCTOBER	<i>1257</i>	<i>5896</i>	<i>7,695</i>
NOVEMBER	<i>1260</i>	<i>4855</i>	<i>6,151</i>
DECEMBER	<i>1268</i>	<i>4847</i>	<i>6,541</i>
TOTAL		<i>68,706</i>	<i>89,683</i>

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. *5.05* mg/l
(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

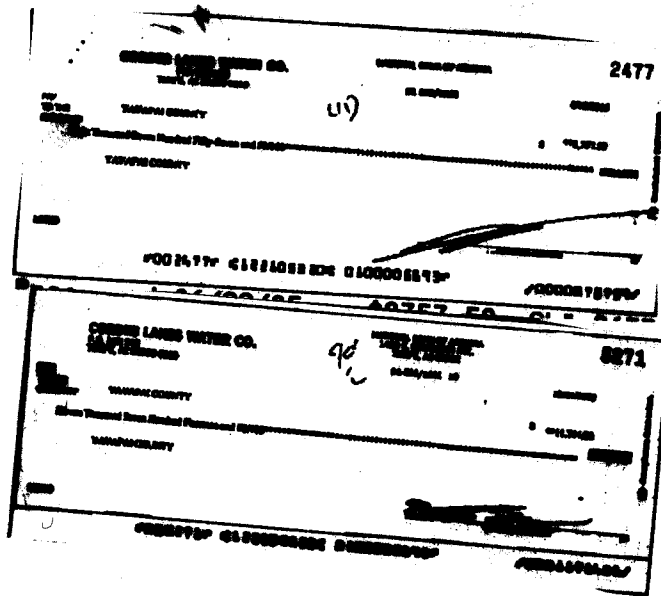
COMPANY NAME CORDES LAKES WATER COMPANY YEAR ENDING 12/31/2005

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 20,472

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____



VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

MAR 21 2006

Z Corporation Commissic
Director of Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>NEIL FOLKMAN</u>
COMPANY NAME
<u>CURDES LAKES WATER CO</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

17th

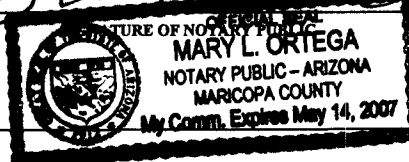
DAY OF

COUNTY NAME
<u>Maricopa</u>
MONTH
<u>March</u> 20 <u>06</u>

(SEAL)

MY COMMISSION EXPIRES

MAY 14, 2007



COMPANY NAME CORDES LAKES WATER COMPANY YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability 4,947

State Taxable Income Reported _____
Estimated or Actual State Tax Liability 1,341


Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

 3/16/06
SIGNATURE DATE
NEIL FOLKMAN VP
PRINTED NAME TITLE

RECEIVED

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

MAR 21 2006

Z Corporation Commission
Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>NEIL FOLKMAN VP</u>
COMPANY NAME	<u>CORONA LAKES WATER CO</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2005</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

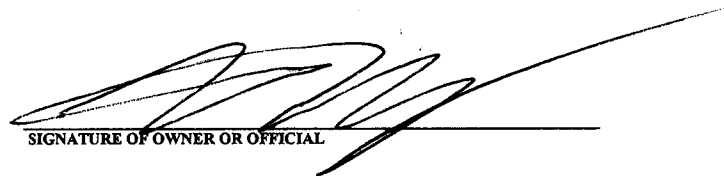
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 374,525

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 24,482
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

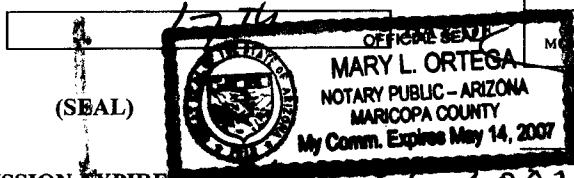

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

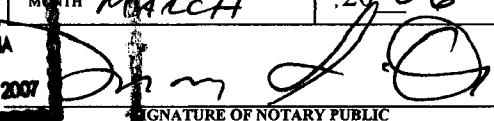
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



COUNTY NAME	<u>MARICOPA</u>
MONTH	<u>MARCH</u>
YEAR	<u>2006</u>


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES May 14, 2007

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

MAR 21 2006

Z Corporation Commission
Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>	
NAME (OWNER OR OFFICIAL) <u>NEIL FOLKMAN</u>	TITLE <u>VP</u>
COMPANY NAME <u>CORDES LAKE WATER CO</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2005</u>
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 374,525

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 24,482
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.



SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

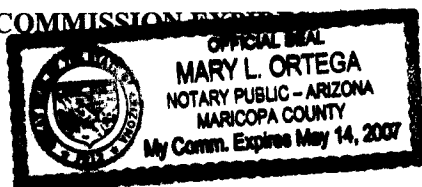
THIS

17th

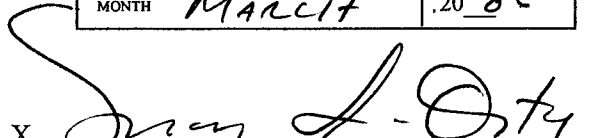
DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME <u>Mary L. Ortega</u>	
COUNTY NAME <u>MARICOPA</u>	
MONTH <u>MARCH</u>	.20 <u>05</u>



SIGNATURE OF NOTARY PUBLIC